



Government Furnished Property Policy Breakout 10-7-04



GFP Policy Priorities

- ◆ All GFP in the hands of contractors is serialized with a UID, either virtual or physical, no later than January 1, 2006.
- ◆ DCMA and the Components modify terms and conditions in contracts using block changes as facilities become UID capable.
- ◆ All solicitations issued after January 2006 contain UID provisions applied to prospective GFP
- ◆ Enhancement to applications should accommodate the business rules related to GFP UID items.



GFP Policy Questions - Virtual UIDs

- ◆ Virtual UID Business Rules/Process is key
- ◆ Should virtual UIDs be the permanent UID (vs. a placeholder)?
 - Yes
- ◆ Should we allow a two step process (eventual UID would be different than the virtual UID)?
 - No
- ◆ Should virtual UIDs be limited to construct #1? If not, why not?
 - No, virtual UIDs should not be limited to Construct #1



GFP IUID Strategies - Review

- ✓ Stationary GFP in Use (IPE/OPE/ST/STE). Mark when reentering inventory. Contractor establish virtual Unique Item Identifiers (UIIs), using Construct #1. Business rules 32-36 apply.
- ✓ GFP in Storage. Mark when placed in use. Contractor establish virtual UIIs, using Construct #1. Business rules 32-36 apply.
- ✓ GFE Moving in and out of Plant. Entity that initiates movement marks items upon movement. Business rule 33 applies.
- ✓ GFP Initially Furnished to Contractor. DoD will mark these items before that are furnished. Business rule 37 applies.
- ✓ GFP in GOCOs. Mark or assign virtual as specified in operating contract.



GFP IUID Policy Issues

- ✓ Do we need 5 categories of property distinction for UID? - No
- ✓ If not, would 3 categories suffice?
 - ✓ Real
 - ✓ Material and Spares
 - ✓ Equipment (including special tooling)



GFP IUID Policy Issues

- How much movement constitutes the need for location update while in the custody of a contractor?
 - None – see business rule #36



GFP UII Registry

- 100% GFP UIIs Assigned for Asset Accountability & Valuation
- Track GFP UIIs in Contractor Custody
- GFP Marked with UII by Issuing Source

GFP Items

- By Company
- By Program

Contractor GFP Master Plans

GFP in Storage

- Assign Virtual UII
- Mark with UII when Placed in Use

GFP in Use

- Assign Virtual UII
- Mark with UII when Item Possession is transferred

GFP in GOCO

- As specified in Operating Contract

GFP Registry of Virtual UIIs

- Custodian CAGE
- GFP Item UII
- Date Issued
- Date Received
- Requiring Contract Number
- Parent/Child Relationship

Industry Inputs

Government Inputs

Property Accountability Systems

UID Registry
(GFP UIIs Flagged)

Maintenance Systems

GOCO - Government-Owned Contractor-Operated



GFP Valuation

- The valuation of an item will be associated with its UID, however the government will maintain the official record of acquisition value. This change will be reflected in DFAR Part 245



Implementation Issues

- Validate GFP UII Pedigree Data Elements
 - ✓ **Custodian CAGE**
 - ✓ **GFP Item UII**
 - ✓ **Date Issued**
 - ✓ **Date Received**
 - ✓ **Requiring Contract Number**
 - ✓ **Parent/Child Relationships**

- Property Accountability at Data Level

- Business Rules for GFP UII Registry
 - ✓ Data Capture
 - ✓ Interface with Receipt & Acceptance
 - ✓ Assignment of Virtual UIIs
 - ✓ Retirement of UIIs for GFP Disposals
 - ✓ Access Protocols

- Publish DFARS GFP IUID Rule



Data Elements

➤ UII Additions to Data Elements

- ✓ **Current P/N**
 - ✓ **Date**
 - ✓ **Status flag**
 - ✓ **Effective Date provided as GFP**
 - ✓ **Contract No. for GFP**
 - ✓ **Mark on item (should this be “Native Data” or “Existing Marking”?)**
 - ✓ **Mark type (CMB, 1D barcode, 2D, virtual, etc.)**
 - ✓ **Content (native serialization) - for every mark type**
 - ✓ **Effective date mark applied or virtual assigned**
 - ✓ **Description of content**
 - ✓ **Parent UID (creates the ability to do parent/child relationships)**
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- ✓ **Need complete list of data elements w/ descriptions**
 - ✓ **How much granularity will be required for embedded assets?**



GFP Policy Action Items 10/6-7

- 1) Develop guidance on acquisition value of existing GFP (Ric S.)
 - Should acquisition value be captured in DFARS 245 guidance?
- 2) Develop guidance on acquisition date acquired (Ric S.)
- 3) Develop contract guidance on receipt of GFP not physically UID'd (also a concern about value) (Lydia D.)
- 4) Update Virtual UID paper and socialize with this Industry Group (Max W.)
- 5) Explore using PCARSS as a data input source for new (used) items (e.g., ST, STE) not currently on line items (Lydia D.)
- 6) Explore solutions to integrate contract T&C's and data for GFP with registry (Lydia D.)
- 7) Develop a business rule that clarifies if virtual or physical UID marks are required for assets in PCARSS that are reutilized (subset to #36) (Pat J.)
- 8) Dust off all UID business rules along with virtual UID paper (Max W. and Pat J.)
 - Address bag and tag virtual rules
 - Address no UID, no mark business rules (temporary?)
 - Low-risk Property
 - Classified (continue business as usual)
- 9) Explore possibility of contractor visibility into manifests shipped from DoD inventories or locations (Bruce P.)

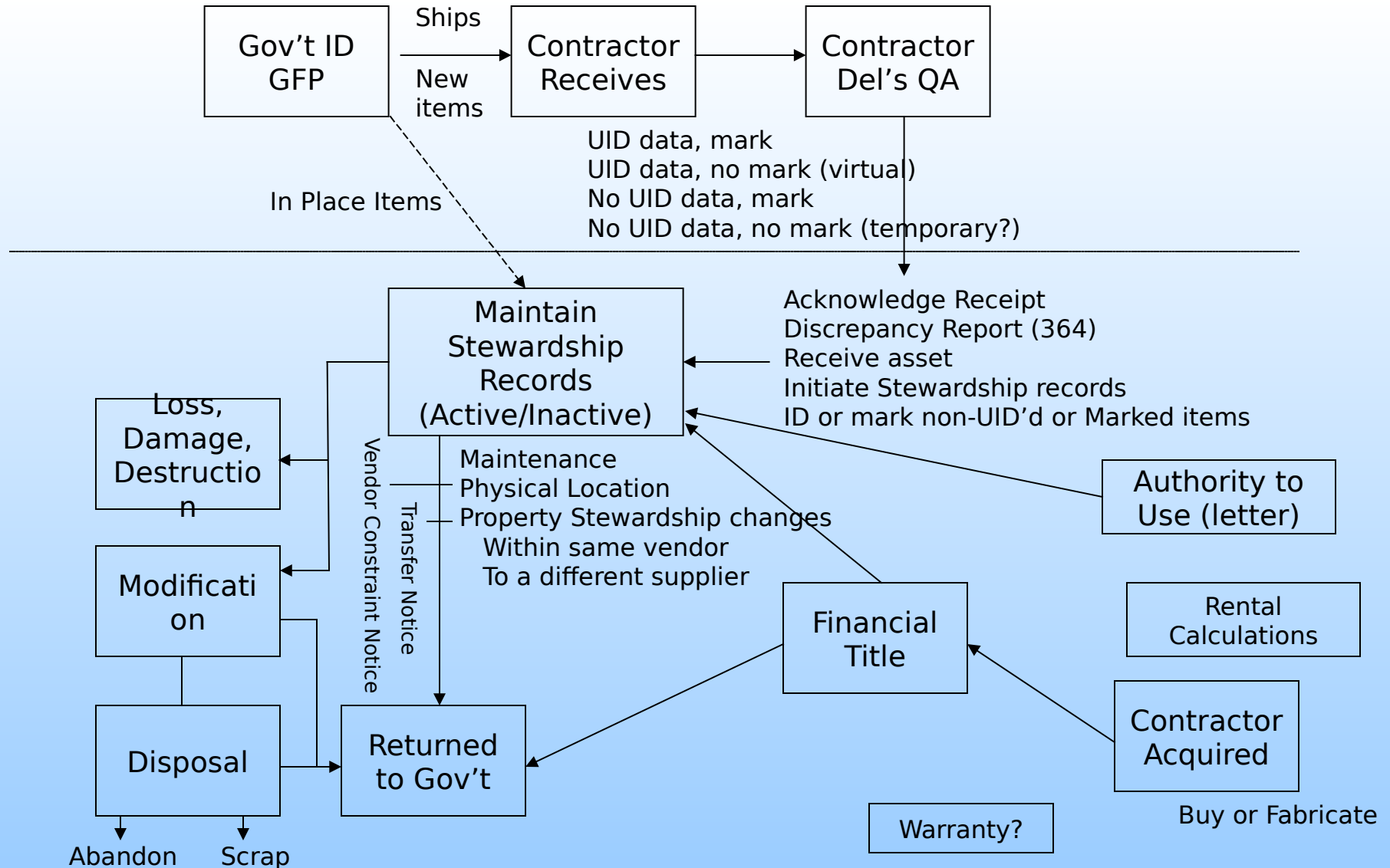


GFP Policy Action Items 10/6-7

- 10) Communicate the forecast of UID policy at large (LeAntha S.)
- 11) Consider making the UID requirement for tracking and marking assets the GFP tracking requirement (LVP vs. UID vs. 5000.64) (Tom R., Lou G., Eric S., Steve C.)
 - Step 1 Government
 - Step 2 Industry Best Practice
- 12) Further clarification is needed between equipment and spares (Tom R.)
- 13) AIA consider a standard flow down UID clause for suppliers (Chris I.)
- 14) How much specificity is necessary for establishing financial visibility in parent/child relationships (i.e., 2, 3 levels) (Need next immediate parent not necessarily end item) (LeAntha S./ Ric S.)
- 15) Industry need data elements for January 2005 ASAP (Bruce P.)
- 16) Consider a centralized enterprise service for UID and tag generation
- 17) Explore a centralized property transfer system
- 18) Explore a centralized back-office system for contractors to account for resident UID items



New GFP Equipment Flow





GFP IUID Business Rules

- ✓ **32. Tangible personal property items owned by the Government in the possession of a contractor will use the asset identification number used to track the item as the item's serial number within enterprise identifier.**
- ✓ **33. Tangible personal property items owned by the Government in the possession of a contractor will use the enterprise identifier of the enterprise maintaining the serial number of the item.**
- ✓ **34. A UII should be created for tangible personal property items owned by the Government in the possession of a contractor by using IUID Construct #1.**
- ✓ **35. For items that do not require a IUID:**
 - **If the item is delivered with a commercial item mark, it is acceptable to the Government.**
 - **If an item is delivered without a commercial item mark, the contractor is not required to obtain one.**
- ✓ **36. A UII is not required to be physically marked on tangible personal property items owned by the Government in the possession of a contractor unless the item is moved or delivered to a different location with a different enterprise identifier.**
- ✓ **37. Tangible personal property initially furnished to the contractor by the Government will use the UII provided by the Government. If none is provided, establish a UII using the criteria in Rules 32-34.**
- ✓ **38. Tangible personal property will also require markings or labels**